CENTRAL INTELLIGENCE AGENCY

INFORMATION REPORT

This Document contains information affecting the National Defense of the United States, within the meaning of Title 18, Sections 793 and 794, of the U.S. Code, as amended. Its transmission or revelation of its contents to or receipt by an unauthorized person is prohibited by law. The reproduction of this form is prohibited.

	SECRET/CONTROL U.S. OFFIC	CIALS ONLY	619383	25X1
COUNTRY	Hungary	REPORT		
SUBJECT	Ganz Railroad Car and Machine Factory in Budapest	DATE DISTR.	7 May 1954	
DATE OF INFO.		REQUIREMENT NO.	RD	25X1
This is U	JNEVALUATED Information			
	THE SOURCE EVALUATIONS IN THIS REPORT THE APPRAISAL OF CONTENT IS TEN (FOR KEY SEE REVERSE))
				25X1

1. Location

The Ganz Railroad Car and Machine Factory (Ganz Vagón és Gépgyár) lies about 1 km. east-southeast of Budapest-Jozsefvaros Freight Station and about 2 km. southeast of Budapest-East Station. West of the factory runs Szapáry ut on 🕾 whose western side is the edge of the Mavag factory. (For details see the enclosed sketch). The Ganz factory is subordinate to the Hungarian Ministry of Heavy Industry.

2. Production

- a. The following is the yearly production for the Soviet Union:
 - About 240 railroad ireignt ca
 About 24 railroad motor cars. About 240 railroad freight cars of various types.

 - (3) About 16 electric locomotoves for coal mines.
 - (4) About 12 Pullman cars.
 - (5) About 4 large water turbines,(6) About 25 various cranes.

 - (7) About 40 hydraulic presses.
 - (8) About 2 crushing machines.
 - (9) Briquette pressing machines.
 - (10) Cisterns of various sizes.
 - (11) Binding machines (Kötögép).
 - (12) Ships motors of various sizes.

SECRET/CONTROL U.S. OFFICIALS ONLY

25 YEAR RE-REVIEW

STATE	x	ARMY	x	NAVY	x	AIR	ж	FBI	AEC			

(Note: Wachington Distribution body and By """, Field and " " By """

-2-

25X1

- b. In the factory there is a permanent Soviet commission consisting of four men. This commission also controls the production. It is not known if the above mentioned products are reparation deliveries or ordinary orders.
- c. The following products are delivered to Hungarian customers:
 - (1) Points, signals and semaphores for the Hungarian State Railroads (MAV).
 - (2) Water pumps for Sztalinváros.
 - (3) Mortars of various calibers.
 - (4) Other unknown products.

3. Supply of Raw Materials and Energy

- a. Steel, iron parts and tin are supplied by the Rakosi Matyas Works in Budapest; small quantities are also supplied from Diosgyor.
- b. Axles and wheels for the railroad cars etc. are supplied from Diosgyor.
- c. Scrap arrives from East Germany.
- d. Coal is supplied by the Dorog mines near Esztergom; from Esztergom to Budapest it is transported on Danube barges.
- e. Current is supplied from Banhida. The high tension line leads over the destroyed railroad bridge Budapest-North. The current is further conducted by means of underground cables. (The transformers are marked No. 9 and 36).
- f. Water is taken from the Budapest mains.

4. Machines and Installations

- a. Some of the machines are old German and Hungarian machines, others are modern and of Czech and East German origin.
- b. The electric motors are supplied by the Ganz Electrotechnical Factory (Villamossagi Gyar).
- c. On the whole the machines are in a very good condition.

5. Transportation

- a. The factory is connected with Budapest-Jozsefvaros freight station by two industrial tracks (No. 39).
- b. The majority of the railroad lines inside the factory area are standard-gauge. A broad-gauge track (no. 39 a) runs to the People's Park (Nepliget) where the railroad cars and locomotives produced for the Soviet Union are tested and taken over by the Soviet Commission.
- c. There are sliding platforms and a large number of cranes.
- d. The locomotives and railroad cars for the Soviet Union are broad-gauge. After having been handed over to the Soviet Commission they are modified to standard-gauge and transported to Záhony where they are again refitted to broad-gauge.

6. Personnel

a. Administration:
Director General: Lajos Krecán, former worker.
Secretary: Hargita (fnu).
Chief engineer: Szenczy (fnu), an engineer who obtained his diplomas long ago.
SECRET/CONTROL U.S. OFFICIALS ONLY

-3-

25X1

Chief of the AVH unit: Gyalus (fnu).
Trade union secretary: Sebő (fnu)
Party secretaries: Dozsa (fnu) and Csizmadia (fnu).

b. Workers:

- 1. The factory employs about 9,300 people, some 30% of whom are women. The majority of the women work in the various offices.
- 2. Work is carried out in three shifts, from 6 a.m. to 2 p.m., from 2 p.m. to 10 p.m., and from 10 p.m. to 6 a.m.
- 3. Children are not employed in the factory.
- 4. The working conditions are about the same as in other State factories. Working competitions are also carried out in this factory.
- 5. The expert workers are trained in the factory in several courses.

7. Security

- a. The factory is guarded by the so-called Factory Security unit, which is about 160 men strong. This unit is commanded and controlled by the AVH.
- b. When entering the factory the identity cards of the workers are very thoroughly checked and when leaving the factory the workers are often searched.
- c. Trained and well equipped firemen are stationed in the factory.
- d. By 1950 all air-raid shelters had been repaired and equipped. Air-raid defense courses are constantly held.

SECRET/CONTROL U.S. OFFICIALS ONLY

-4-

25X1

```
Key to the sketch -- map of the Ganz Railroad Car and Machine Factory:
```

- l. Tool hall (workshop no. 587) Doorkeeper's house 2. 3. Motor testing halls 3 a. Testing hall for pumps (workshop no. 584) Testing hall for small Diesel engines and small ships; motors (workshop 3 ъ. no. 583) 3 c. Smithy (workshop no. 586) Unknown testing hall 3 d. Offices of the technical designers 4. Doorkeeper's house 5. 6. Milling workshop (workshop no. 511) 6 a. Cogwheel milling workshop 6 b. Storage depot 7. School for apprentices 8. POL depot 9, Transformer IO. Steel foundry 11. Assembly hall Il a. Assembly hall for turbines (workshop no. 561) Il b. Assembly hall for axles Il c. Thread-cutting workshop 12. Assembly and testing halls 12 a. Testing halls for large motors (workshop no. 543) 12 b. Assembly hall for small Diesel motors 12 c. Thread-cutting workshop (workshop no. 544); on the first floor there is the assembly hall for hydraulic presses; the second floor houses the assembly hall for small electric motors 13. Carpenters' workshop Electro-motor workshop (workshop no. 522) 14. 15. Workshop no. 504. Mortars are produced in this workshop. 16. Office Assembly hall for locomotives 17. 17 a. Semaphore and signal assembly 17 b. Assembly hall for locomotives and railroad cars 18. Smithy 18 a. Steam-boiler machine house 18 b. Smithy 18.c. Hardening workshop Store for machine parts 19. 20. Assembly hall 20 a. Pressing workshop 20 b. Workshop for railroad-car chassis 20 c. Pressing workshop 20 d. Polishing and painting workshop. Carpenter's workshop 21, 21 a. Fire-brigade barracks 21 b. Carpenters' workshop 22. Chassis workshop 23. Salary office 24. Offices 25. Assembly hall for passenger coaches. Doorkeeper's house 26, 27. Planning offices and some small workshops 28, "Disz" office
- Iron foundry 30, 31. Kitchen. Technical drawing offices on the first floor.

Party and culture hall

29.

32. Dispensary. On the first floor technical drawing offices. 33.

New building with offices. In June 1952 the sixth floor was under construction.

SECRET/CONTROL U.S. OFFICIALS ONLY

~5~

34.

Workshop for apprentices
Garage. Library on the first floor. 35.

36. Transformer

37, Workshops

37 a. Steam boiler

37 b. Electric workshop

38. Decorator's workshop

39. Standard-gauge railroad lines

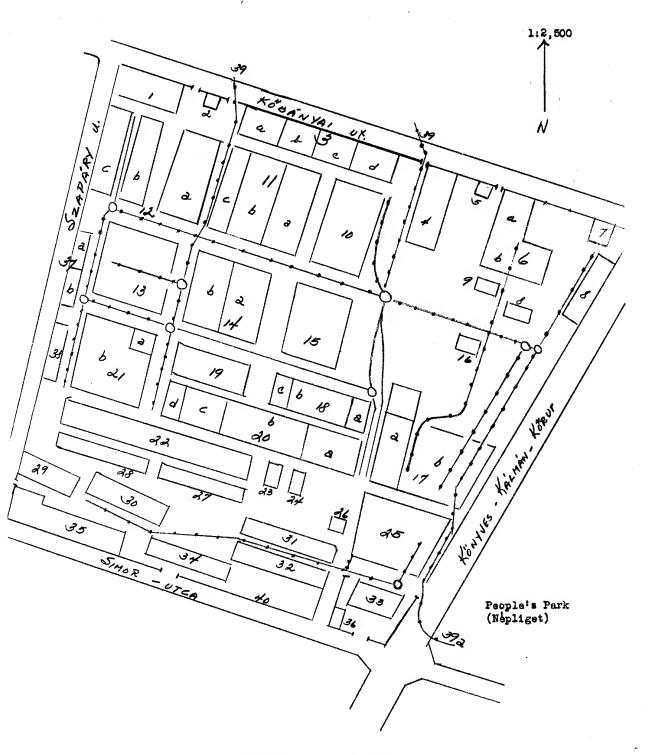
39 a. Broad-gauge railroad line.

40. Wire fence on concrete poles

Annex: Layout of the Ganz Railroad Car and Machine Factory (1 page).

SECRET/CONTROL U.S. OFFICIALS ONLY

Annex: Ganz Railroad Car and Machine Factory, Budapest.



SECRET/CONTROL U.S. OFFICIALS ONLY